

For KCC	Use:	
Effective	Date:	
District #	:	
SGA?	Yes No	

#### KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1153608

Form C-1
March 2010
Form must be Typed
Form must be Signed
All blanks must be Filled

#### NOTICE OF INTENT TO DRILL

,	Surface Owner Notification Act, MUST be submitted with this form.			
Expected Spud Date:	Spot Description:			
o.a uuy you.	Sec Twp S. R E W			
OPERATOR: License#	feet from N / S Line of Section			
Name:	feet from E / W Line of Section			
Address 1:	Is SECTION: Regular Irregular?			
Address 2:	(Note: Locate well on the Section Plat on reverse side)			
City:	County:			
Contact Person:	Lease Name: Well #:			
Phone:	Field Name:			
CONTRACTOR: License#	Is this a Prorated / Spaced Field?			
Name:	Target Formation(s):			
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary line (in footage):			
	Ground Surface Elevation:feet MSL			
Oil Enh Rec Infield Mud Rotary	Water well within one-quarter mile:			
Gas Storage Pool Ext. Air Rotary	Public water supply well within one mile:			
Disposal Wildcat Cable	Depth to bottom of fresh water:			
Seismic ; # of Holes Other	Depth to bottom of usable water:			
Other:	Surface Pipe by Alternate:			
If OWWO: old well information as follows:	Length of Surface Pipe Planned to be set:			
	Length of Conductor Pipe (if any):			
Operator:	Projected Total Depth:			
Well Name:	Formation at Total Depth:			
Original Completion Date: Original Total Depth:	Water Source for Drilling Operations:			
Directional, Deviated or Horizontal wellbore?	Well Farm Pond Other:			
If Yes, true vertical depth:	— — —			
Bottom Hole Location:	DWR Permit #:(Note: Apply for Permit with DWR )			
KCC DKT #:	Will Cores be taken?			
	If Yes, proposed zone:			
	11 166; proposed 20116.			
AFI	FIDAVIT			
The undersigned hereby affirms that the drilling, completion and eventual plu	gging of this well will comply with K.S.A. 55 et. seq.			
It is agreed that the following minimum requirements will be met:				
1. Notify the appropriate district office <i>prior</i> to spudding of well;				
2. A copy of the approved notice of intent to drill shall be posted on each	n drilling rig;			
3. The minimum amount of surface pipe as specified below shall be set				
through all unconsolidated materials plus a minimum of 20 feet into the				
4. If the well is dry hole, an agreement between the operator and the dist	, , , , , , , , , , , , , , , , , , , ,			
5. The appropriate district office will be notified before well is either plugg	, ,			
6. If an ALTERNATE II COMPLETION, production pipe shall be cemente Or pursuant to Appendix "B" - Fastern Kansas surface casing order #3	133,891-C, which applies to the KCC District 3 area, alternate II cementing			
• • • • • • • • • • • • • • • • • • • •	e plugged. <i>In all cases, NOTIFY district office</i> prior to any cementing.			
ubmitted Electronically				
domitiod Electromodify	Damambay (a)			
For KCC Use ONLY	Remember to:			
	- File Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) with Intent to Drill;			
API # 15	- File Drill Pit Application (form CDP-1) with Intent to Drill;			
Conductor pipe requiredfeet	- File Completion Form ACO-1 within 120 days of spud date;			
Minimum surface pipe requiredfeet per ALT. I	- File acreage attribution plat according to field proration orders;			
Approved by:	- Notify appropriate district office 48 hours prior to workover or re-entry;			
This authorization expires:	- Submit plugging report (CP-4) after plugging is completed (within 60 days);			
i ·	- Obtain written approval before disposing or injecting salt water.			
(This authorization void if drilling not started within 12 months of approval date.)	- Obtain written approval before disposing of injecting salt water.			

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

Spud date: \_

If well will not be drilled or permit has expired (See: authorized expiration date)
please check the box below and return to the address below.

Well will not be drilled or Permit Expired	Date:
Signature of Operator or Agent:	



For KCC Use ONLY	
API # 15	

#### IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

Operator:				Location of W	Location of Well: County: feet from N / S Line of Section				
				<u> </u>	feet from E / W Line of Section				
				Sec	Twp S. R				
				15 36011011.	is section.     Negular of     Integular				
					s Irregular, locate well from nearest corner boundary.  ner used: NE NW SE SW				
		c batteries, pipelines	and electrical lines, as		ndary line. Show the predicted locations of asas Surface Owner Notice Act (House Bill 2032). sired.				
2399 ft					LEGEND				
					Well Location Tank Battery Location Pipeline Location Electric Line Location Lease Road Location				
			14		EXAMPLE				
					1980' FSL				
					SEWARD CO. 3390' FEL				

#### In plotting the proposed location of the well, you must show:

- 1. The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, 4 sections, etc.
- 2. The distance of the proposed drilling location from the south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).
- 5. The predicted locations of lease roads, tank batteries, pipelines, and electrical lines.

NOTE: In all cases locate the spot of the proposed drilling locaton.



#### Kansas Corporation Commission Oil & Gas Conservation Division

Form CDP-1 May 2010 Form must be Typed

#### **APPLICATION FOR SURFACE PIT**

Submit in Duplicate

Operator Name:			License Number:		
Operator Address:					
Contact Person:			Phone Number:		
Lease Name & Well No.:			Pit Location (QQQQ):		
Type of Pit:  Emergency Pit  Burn Pit  Settling Pit  Workover Pit  Haul-Off Pit	Pit is:  Proposed Existing  If Existing, date constructed:		SecTwp R East		
(If WP Supply API No. or Year Drilled)	Pit capacity:	(bbls)	County		
Is the pit located in a Sensitive Ground Water A	Area? Yes	No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)		
Is the bottom below ground level?	Artificial Liner?	No	How is the pit lined if a plastic liner is not used?		
Pit dimensions (all but working pits):	Length (fee	et)	Width (feet) N/A: Steel Pits		
Depth fro	om ground level to dee	epest point:	(feet) No Pit		
If the pit is lined give a brief description of the li material, thickness and installation procedure.			dures for periodic maintenance and determining ncluding any special monitoring.		
Distance to nearest water well within one-mile of pit:		Depth to shallo Source of infor	west fresh water feet. mation:		
feet Depth of water wellfeet		measured	well owner electric log KDWR		
Emergency, Settling and Burn Pits ONLY:		Drilling, Work	over and Haul-Off Pits ONLY:		
Producing Formation:		Type of material utilized in drilling/workover:			
Number of producing wells on lease:		Number of working pits to be utilized:			
Barrels of fluid produced daily:		Abandonment	procedure:		
Does the slope from the tank battery allow all s flow into the pit? Yes No	spilled fluids to	Drill pits must be closed within 365 days of spud date.			
Submitted Electronically					
KCC OFFICE USE ONLY					
Date Received: Permit Num	ber:	Permi	Liner Steel Pit RFAC RFAS it Date: Lease Inspection: Yes No		



1153608

Form KSONA-1
July 2010
Form Must Be Typed
Form must be Signed
All blanks must be Filled

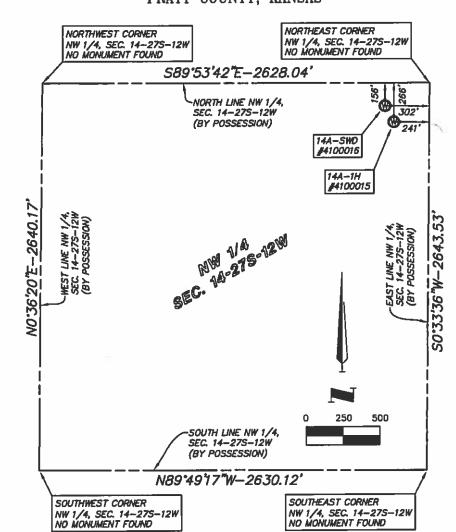
### CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application).

Any such form submitted without an accompanying Form KSONA-1 will be returned.

Select the corresponding form being filed: C-1 (Intent) CB-1 (C	Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)			
OPERATOR: License #	Well Location:			
Name:	SecTwpS. R 🔲 East 🗌 West			
Address 1:	County:			
Address 2:	Lease Name: Well #:			
City:	If filing a Form T-1 for multiple wells on a lease, enter the legal description of			
Contact Person:	the lease below:			
Phone: ( ) Fax: ( )				
Email Address:				
Surface Owner Information:				
Name:	When filing a Form T-1 involving multiple surface owners, attach an additional			
Address 1:	sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the county, and in the real estate property tax records of the county treasurer.			
Address 2:				
City:				
the KCC with a plat showing the predicted locations of lease roads, tank	dic Protection Borehole Intent), you must supply the surface owners and a batteries, pipelines, and electrical lines. The locations shown on the plat in the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.			
Select one of the following:				
owner(s) of the land upon which the subject well is or will be loce CP-1 that I am filing in connection with this form; 2) if the form the form; and 3) my operator name, address, phone number, fax, and I have not provided this information to the surface owner(s). I an KCC will be required to send this information to the surface owner(s).	cknowledge that, because I have not provided this information, the ner(s). To mitigate the additional cost of the KCC performing this			
task, I acknowledge that I am being charged a \$30.00 handling  If choosing the second option, submit payment of the \$30.00 handling form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-	fee with this form. If the fee is not received with this form, the KSONA-1			
Submitted Electronically				

#### AS-STAKED WELL EXHIBIT GREENGROUP SEC 14, T 27 S, R 12 W PRATT COUNTY, KANSAS



Description	Ground Elevation	NAD 83 Latitude	NAD 83 Longitude	NAD 27 Latitude	NAD 27 Longitude
14A-1H	1864	N37.702961°	W98.601198°	N37.702944°	W98.600835°
14A-SWD	1859	N37.703263°	W98.601406°	N37.703246°	W98.601043*

GENERAL NOTES:

The bearings shown hereon are based on the State Plane Coordinate System, Kansas South Zone, NAD83

PREPARED FOR: KLEINFELDER CENTRAL, INC.



SHAFER, KLINE & WARREN, INC.

11250 CORPORATE AVENUE, LENEXA, KANSAS 66219 PHONE: 913-888-7800 FAX: 913-888-7868

http://www.skw-inc.com

PROJECT NO. 130384-010

DATE 7-23-2013

BY SAC

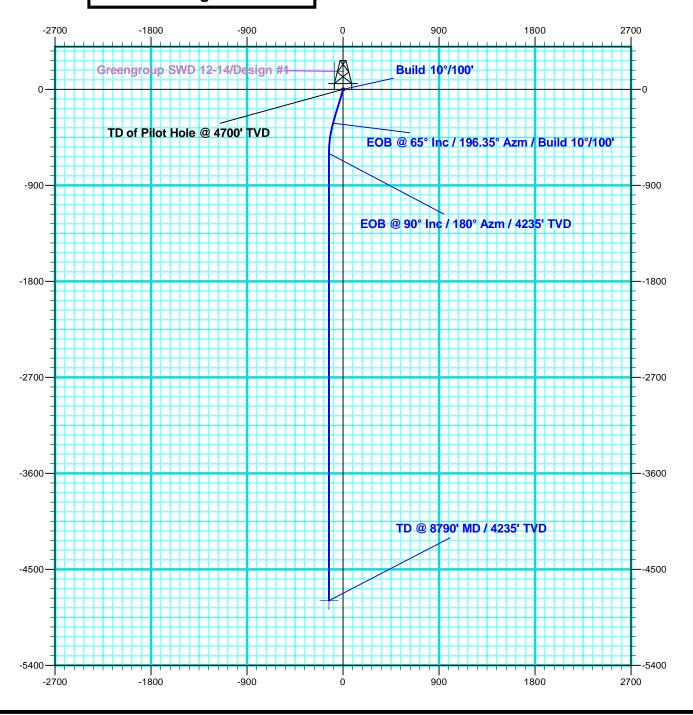




Pratt County, Kansas Greengroup 11H-14

Design #2

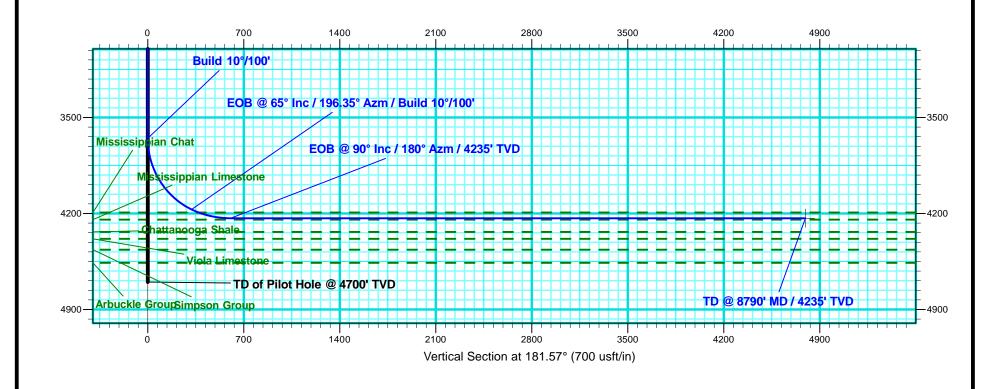






Pratt County, Kansas Greengroup 11H-14 Design #2



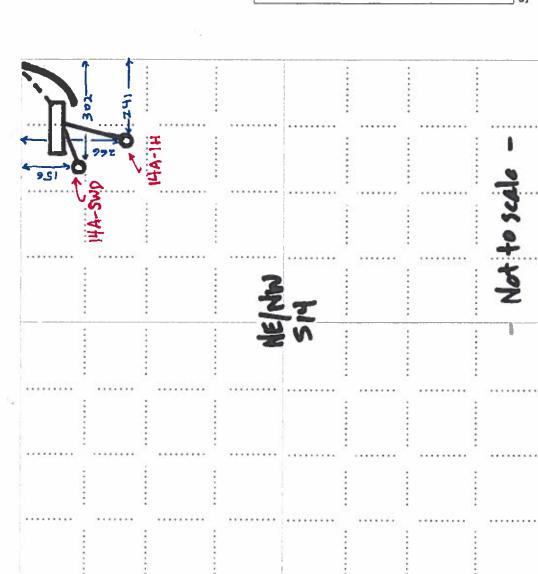


# SENECA RESOURCES CORPORATION

SKETCH: Greengroup 14A-1H

COUNTY: Pratt

Lease Name/Well#



NOTE: In all cases locate the spot of the proposed drilling locaton.

## LEGEND

Tank Battery Location Electric Line Location Lease Road Location Pipeline Location Well Location

EXAMPLE

SEWARD CO. 3390' FEL

#### MEMORANDUM OF AMENDMENT AND EXTENSION OF OHLD FAND SAS County, Kansas enrich

LEASE

Book: Receipt #: 18870 Pages Recorded: 5 Date Recorded: 10/18/2012 10:45:17 AM

Page: 122 Total Fees: \$24.08

STATE OF KANSAS

**COUNTY OF PRATT** 

WHEREAS, by Oil and Gas Lease dated May 8, 2008, recorded in Book 346, Page 63 of the Deed Records, Pratt County, Kansas, Greengroup, LLC leased and let unto J. Fred Hambright, Inc. those certain lands situated in Pratt County, Kansas more particularly described therein and containing 160 acres, more or less ("Greengroup 160 acre Lease");

WHEREAS, by Oil and Gas Lease dated May 8, 2008, recorded in Book 346, Page 641 of the Deed Records, Pratt County, Kansas, Greengroup, LLC leased and let unto J. Fred Hambright, Inc. those certain lands situated in Pratt County, Kansas more particularly described therein and containing 2,415 acres, more or less ("Greengroup 2,415 acre Lease");

WHEREAS, by Oil and Gas Lease dated May 8, 2008, recorded in Book 346, Page 647 of the Deed Records, Pratt County, Kansas, Patrick N. Barker and Ann C. Barker, Co-Trustees of the Patrick N. Barker Revocable Trust, dated May 11, 2002 and Co-Trustees of the Ann C. Barker Revocable Trust, dated May 11, 2002 leased and let unto J. Fred Hambright, Inc. those certain lands situated in Pratt County, Kansas more particularly described therein and containing 160 acres, more or less ("Barker Trusts 160 acre Lease"), and Greengroup, LLC has succeeded to all of the rights and interests of the lessors under the Barker Trusts 160 acre Lease;

WHEREAS, by Oil and Gas Lease dated May 8, 2008, recorded in Book 346, Page 631 of the Deed Records, Pratt County, Kansas, Patrick N. Barker and Ann C. Barker leased and let unto J. Fred Hambright, Inc. those certain lands situated in Pratt County, Kansas more particularly described therein and containing 150 acres, more or less ("Barker 150 acre Lease"), and Greengroup, LLC has succeeded to all of the rights and interests of the lessors under the Barker 150 acre Lease;

WHEREAS, the Greengroup 160 acre Lease, the Greengroup 2,415 acre Lease, the Barker Trusts 160 acre Lease and the Barker 150 acre Lease are currently in force and effect and through a series of assignments Seneca Resources Corporation ("Lessee") is now the owner of an undivided leasehold interest in such leases and desires to combine. amend and extend such leases, as herein provided; and

WHEREAS, the Greengroup, LLC ("Lessor") has agreed to combine, amend and extend such leases as herein provided.

NOW THEREFORE, in consideration of terms, covenants, and conditions herein stated. Lessor and Lessee do hereby agree as follows:

1. This Memorandum of Amendment and Extension of Oil and Gas Lease ("Memorandum") is entered into to give notice to all persons that Lessor and Lessee have entered into that certain Amendment and Extension of Oil and Gas Lease ("Agreement") dated effective for all purposes as of October 1, 2012 ("Effective Date"), reference to which is hereby made for all purposes. Effective as of the Effective Date, the Greengroup 160 acre Lease, the Greengroup 2,415 acre Lease, the Barker Trusts 160 acre Lease and the Barker 150 acre Lease are and shall be combined into a single Oil and Gas Lease covering the lands originally described therein, the form and content of which shall notwithstanding any differences that might exist between such leases be the Greengroup 2,415 acre Lease (which combined Oil and Gas Lease, as amended, is hereinafter referred to as the "Lease"). The lands covered by the Lease shall be those lands originally described in and covered by the four combined leases, such combined lands totaling 2,885 acres, more or less, and being more particularly described in Exhibit "A" attached hereto and made a part hereof. Lessor does hereby lease, let and grant to Lessee those lands described in Exhibit "A" attached hereto (being sometimes referred to herein as the "leased premises"), subject to and in accordance with the terms and provisions of the Lease. To the extent applicable or otherwise appropriate, the use of the words "hereof" or "thereof" shall be intended as references to the Lease (as hereby amended).

- 2. The primary term of the Lease is hereby extended for three (3) additional years, such that the primary term will now expire on May 8, 2016 unless otherwise continued in force and effect in accordance with the terms and provisions of the Lease. The Lease also grants to the Lessee the right to extend the Lease for an additional two (2) years by paying additional consideration as provided for therein.
- 3. The Agreement shall supersede and replace in their entirety all typewritten paragraphs added to the Lease, as previously written, including any that may be contained in a Rider or Addendum attached thereto. In the event of a conflict between the terms and provisions of the Agreement and those of the Lease as previously written, Lessor and Lessee agree that the terms and provisions of the Agreement shall control and prevail, but only to the extent of such conflict.
- 4. The Agreement provides additional terms, provisions and conditions which Lessor and Lessee have agreed to. The Agreement provides that in lieu of filing the Lease for record, a Memorandum of the Lease making appropriate reference thereto may be filed for record in the county in which the leased premises is located.
- 5. Except as set out in this Memorandum, Lessor and Lessee have agreed that all of the terms and conditions of the Agreement are confidential in nature and are not to be divulged by Lessor to any third party without the prior written consent of Lessee. Lessee agrees not to disclose the terms of the Agreement except to those of its officers, directors, employees, representatives, contractors, financial advisors and attorneys who need to

know such information, or to any third party with whom Lessee enters into bona fide discussions regarding a possible sale, exchange, farmout or other transfer of an interest in and to the Lease.

6. Whenever necessary in the Lease and the context requires, the singular term and the related pronoun shall include the plural, the masculine and the feminine. Whenever the term "Lessor" or the term "Lessee" is used in the Lease, such terms refer to the successors and assigns of said parties as well.

IN WITNESS WHEREOF, this Memorandum is entered into on the dates set out below in the respective acknowledgments, but shall be effective as of the Effective Date. This Memorandum may be executed in multiple counterparts, each of which shall constitute an original hereof, but all of which shall constitute one and the same Memorandum.

GREENGROUP, LLC

·3· <u>/</u>\_\_\_\_

Name: Tim Basker

Title: Administrathe mental

SENECA RESOURCES CORPORATION

Name: John P. McGinnis

Title: Senior Vice President

APPROPRIATE ACKNOWLEDGMENTS AND AN EXHIBIT "A" TO BE ATTACHED

E	
STATE OF <u>Kansas</u> )	
COUNTY OF <u>Pratt</u> ;	
as Meritalia Merita of GREENGROU name is subscribed to the foregoing instrument, same for the purpose and consideration therein the free act and deed of said corporation.	P, LLC, known to me to be the person whose and acknowledged to me that he executed the
MY COMMISSION EXPIRES:	0 0
11-12-14	Vamlo Nu
	Notary Public, State of Kansas
PAMLA M. FREEMAN NOTARY PUBLIC STATE OF KANSAS My Appl Exp.: 1-12-14 [Seal]	
STATE OF TEXAS ) ) ss: COUNTY OF HARRIS )	
BEFORE ME, the undersigned authoric Senior Vice President of SENECA RESOURCES known to me to be the person whose name it acknowledged to me that he executed the same expressed, in the capacity therein stated, and as the	s subscribed to the foregoing instrument, and ne for the purpose and consideration therein
MY COMMISSION EXPIRES:	
July 8, 2014	Notary Public, State of Texas
[Seal]  NANCY N BUTERA  NOTARY PUBLIC. STATE OF TEXAS  MY COMMISSION EXPIRES	

#### Exhibit A

Attached to and made a part of that certain Memorandum of Amendment and Extension of Oil and Gas Lease by and between Greengroup, LLC, et al. as Lessor, and Seneca Resources Corporation as Lessee, dated effective October 1, 2012.

#### Township 27 South, Range 12 West, Pratt County, Kansas

Section 13: SW/4

Section 14: NW/4

Section 14 SW/4

Section 14 SE/4

Section 15: E/2 SE/4

Section 21: SW/4 less and except the N/10 acres thereof

Section 22: East/2

Section 22: E/2 SW/4

Section 22: the East 165' of the W/2 SW/4

Section 22: The North 82.5' of the NW/4

Section 23: NE/4

Section 24: NE/4

Section 24: NW/4

Section 24: SW/4

Section 24: SE/4

Section 25: NE/4

Section 27: NE/4

Section 27: NW/4

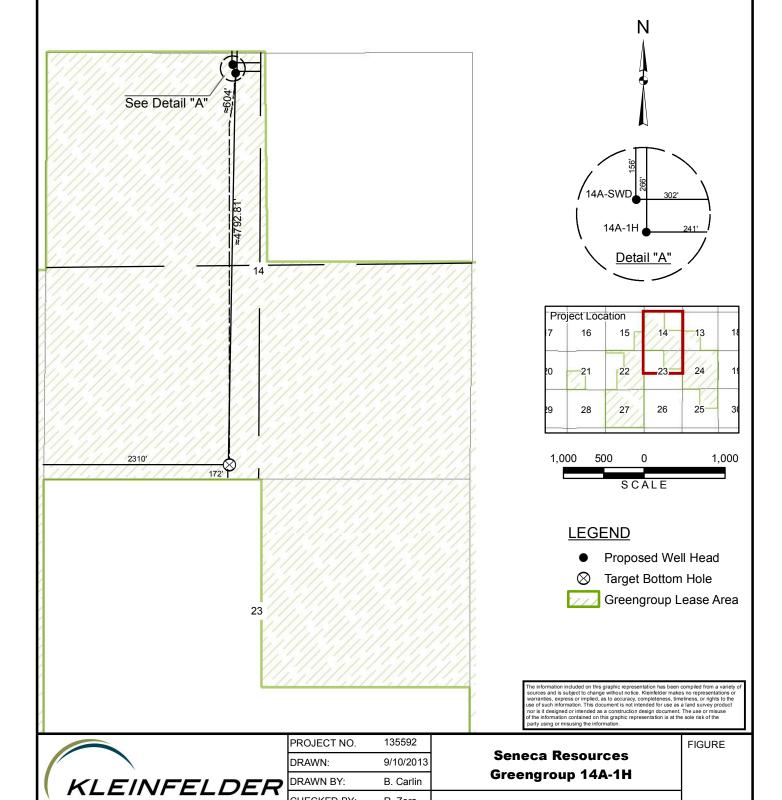
Section 27: SW/4

Section 27 SE/4

Consisting of 2,880 acres, more or less



Well location, 14A-1H, located as shown in the NE 1/4 NW 1/4 of Section 14 T27S, R7W, 6th P.M., Pratt County, Kansas



CHECKED BY:

Greengroup14A.mxd

FILE NAME:

Bright People. Right Solutions.

www.kleinfelder.com

R. Zora

Pratt County, Kansas

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

Mark Sievers, Chairman Thomas E. Wright, Commissioner Shari Feist Albrecht, Commissioner

September 10, 2013

Josh McLaughlin Seneca Resources Corporation 5800 Corporate Drive Suite 300 Pittsburgh, PA 15237

Re: Drilling Pit Application Greengroup 14A-1H NW/4 Sec.14-27S-12W Pratt County, Kansas

#### Dear Josh McLaughlin:

District staff has inspected the above referenced location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has recommended that the reserve pit be lined with bentonite or native clay, constructed <u>without slots</u>, the bottom shall be flat and reasonably level and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again within 96 hours after drilling operations have ceased.

If production casing is set all completion fluids shall be removed from the working pits daily. NO completion fluids or non-exempt wastes shall be placed in the reserve pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when the fluids have been removed. Please file form CDP-5 (August 2008), Exploration and Production Waste Transfer, through KOLAR within 30 days of fluid removal.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill. If you have any questions or concerns please feel free to contact the District Office at (620) 225-8888.